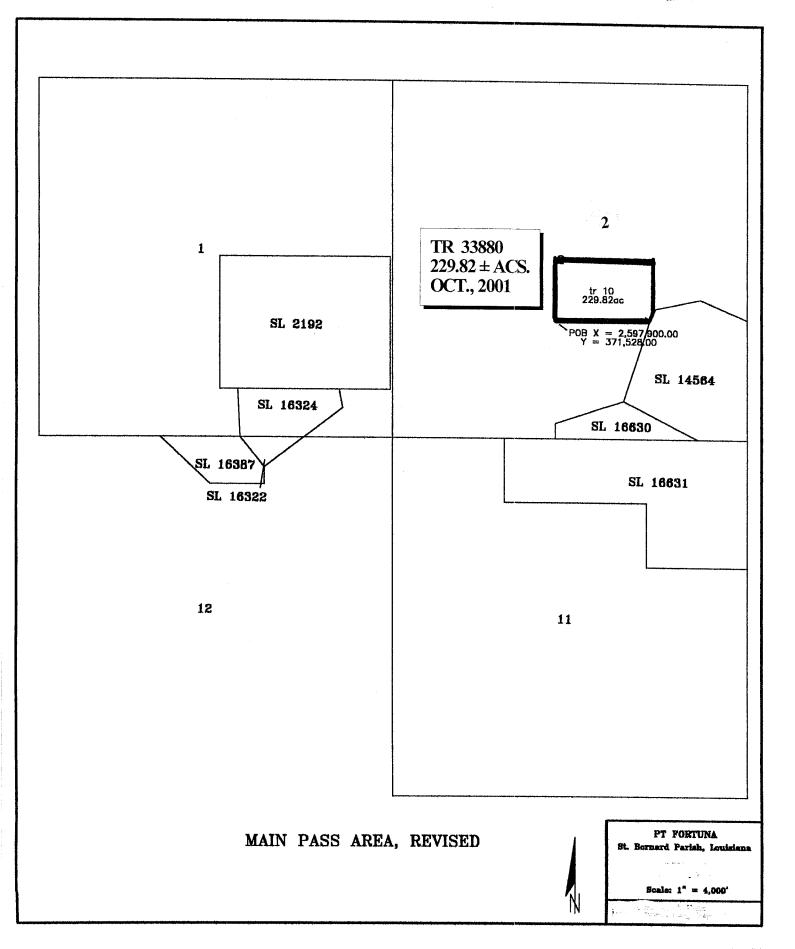
Louisiana State Mineral Board be obligated to refund any consideration paid by the Lessee prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rents and royalties.

NOTE: The above tract is located in or near an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Cypress Energy Corporation

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other
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TRACT 33881 - PORTION OF BLOCK 3, MAIN PASS AREA, REVISED, St. Bernard Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on October 10, 2001, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point having Coordinates of X = 2,613,225.00 and Y =374,818.00; thence West 7,375.00 feet to a point on the West boundary of Block 3, Main Pass Area, Revised, having Coordinates of X = 2,605,850.00 and Y = 374,818.00; thence North 6,512.00 feet along the West boundary of Block 3, Main Pass Area, Revised, to a point being the Northwest corner of said Block 3, Main Pass Area, Revised, having Coordinates of X = 2,605,850.00 and Y = 381,330.00; thence East 5,234.51 feet along the North boundary of Block 3, Main Pass Area, Revised, to a point on the Westerly boundary of State Lease 7270 having Coordinates of X = 2,611,084.51 and Y = 381,330.00; thence South 56 degrees 54 minutes 46 seconds West 279.90 feet to a common corner of State Lease 7270 and State Lease 7018 having Coordinates of X = 2,610,850.00and Y = 381,177.20; thence South 56 degrees 54 minutes 48 seconds West 1,283.00 feet to a common corner of State Lease 7018 and State Lease 8189 having Coordinates of X = 2,609,774.86 and Y = 380,476.68; thence South 56 degrees 54 minutes 49 seconds West 307.14 feet to a common corner of State Lease 8189 and State Lease 13608 having Coordinates of X = 2,609,517.52 and Y = 380,309.01; thence South 56 degrees 54 minutes 45 seconds West 328.93 feet along the West boundary of State Lease 13608 to a point having Coordinates of X = 2,609,241.93 and Y = 381,129.44; thence South 78 degrees 39 minutes 03 seconds East 599.69 feet along the South boundary of State Lease 13608 to a point having Coordinates of X = 2,609,829.89 and Y =380,011.43; thence South 81 degrees 33 minutes 07 seconds East 516.57 feet along the South boundary of State Lease 13608 to a point having Coordinates of X = 2,610,340.85 and Y = 379,935.54; thence South 88 degrees 46 minutes 35 seconds East 273.04 feet to a common corner of State Lease 13608 and State Lease 12789A having Coordinates of X = 2,610,613.83 and Y = 379,929.71; thence South 88 degrees 46 minutes 29 seconds East 231.51 feet along the South boundary of State Lease 12789A to a point having Coordinates of X = 2,610,845.29 and Y = 379,924.76; thence North 87 degrees 53 minutes 00 seconds East 495.99 feet along the South boundary of State Lease 12789A to a point having Coordinates of X = 2,611,340.94 and Y = 379,943.08; thence North 80 degrees 09 minutes 19 seconds East 488.31 feet along the South boundary of State Lease 12789A to a point having Coordinates of X = 2,611,822.06 and Y =380,026.57; thence North 70 degrees 28 minutes 05 seconds East 404.69 feet along the South boundary of State Lease 12789A to a point having Coordinates of X = 2,612,203.46 and Y = 380,161.87; thence North 57 degrees 52 minutes 49 seconds East 403.75 feet along the South boundary of State Lease 12789A to a point having Coordinates of X = 2,612,545.41 and Y = 380,376.54; thence North 51 degrees 03 minutes 30 seconds East 605.99 feet along the South boundary of State Lease 12789A to a point having Coordinates of X =2,613,016.74 and Y = 380,757.42; thence North 45 degrees 20 minutes 30 seconds East 292.78 feet along the South boundary of State Lease 12789A to a point having Coordinates of X = 2,613,225.00 and Y = 380,963.21; thence South 6,145.21 feet to the point of beginning, containing 1018.40 acres, as shown outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the applicant. All bearings, distances and

coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE: The above description of the tract nominated for lease has been provided exclusively by the party nominating the tract for lease. The Louisiana State Mineral Board makes no representation as to the accuracy of the description of the nominated tract or its suitability for lease. The Louisiana State Mineral Board has made no inspection of the nominated tract for the existence of conflicting leases, operating agreements, private claims or other existing or future obligations or conditions which may affect all or any portion of the nominated tract or its suitability for lease.

Maps depicting the nominated tract, containing the bearings, distances and coordinates of the nominated tract based on the Louisiana Coordinate System of 1927, North or South Zone, as applicable, are available for public inspection and review at the offices of the Louisiana State Mineral Board from 10:00 a.m. to 3:00 p.m. Monday - Friday.

In the event of conflict between the description of the nominated tract set forth above and the description of the nominated property as contained on the maps maintained at the offices of the Louisiana State Mineral Board, the Louisiana State Mineral Board maps shall prevail and shall provide the final property description of the lease to be awarded of the nominated tract.

Any mineral lease of the nominated tract by the Louisiana State Mineral Board shall be without warranty of any kind, either express, implied, or statutory, including, but not limited to, the implied warranties or merchantability and fitness for a particular purpose. Should the mineral lease of the nominated tract awarded by the Louisiana State Mineral Board be subsequently modified, cancelled or abrogated due to the existence of conflicting leases, operating agreements, private claims or other existing of future obligations or conditions which may affect all or any portion of the leased tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana State Mineral Board be obligated to refund consideration paid by the Lessee prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rents and royalties.

NOTE: The above tract is located in or near an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

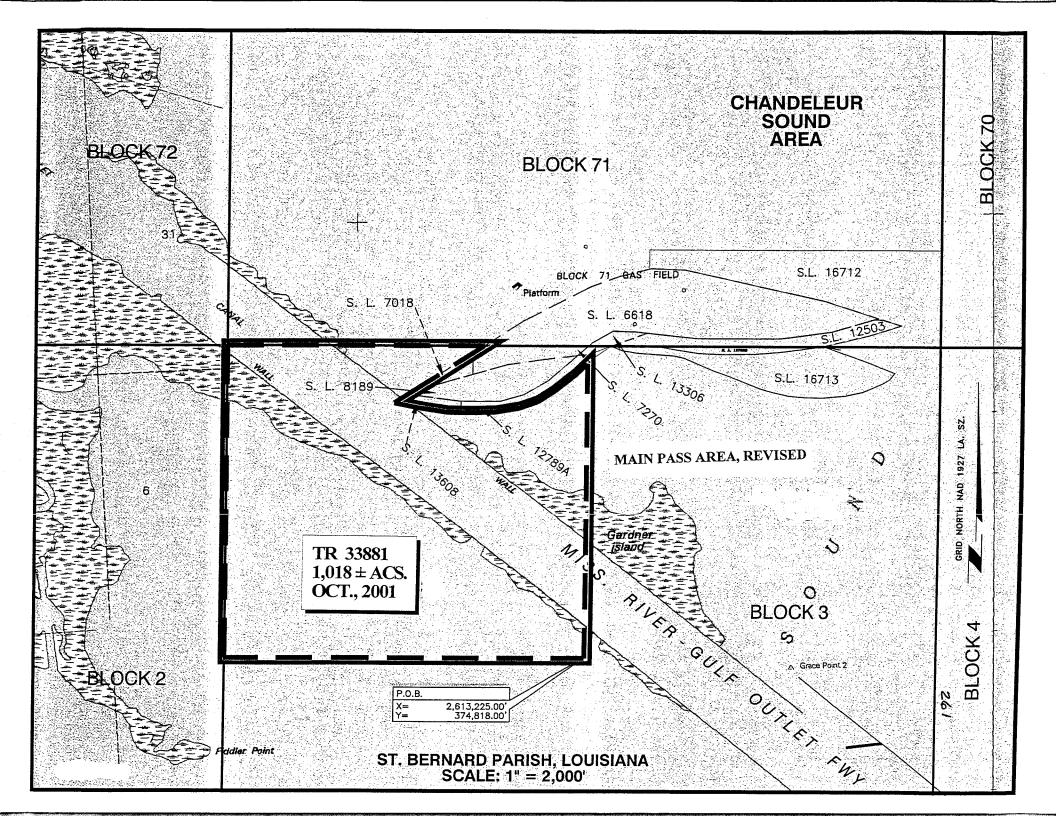
NOTE: It appears, according to our records, that a portion of this tract is located within the restrictive safety fairway area as set out by the Corps of Engineers, U.S. Army.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved

coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Allen & Kirmse, Ltd.

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other
			- Manual			



TRACT 33882 - PORTION OF BLOCK 71, CHANDELEUR SOUND AREA, St. Bernard Parish, Louisiana

All of the lands now or formerly constituting the beds and bottoms of all water bodies of every nature and description and all islands and other lands formed by accretion or reliction, except tax lands, belonging to the State of Louisiana and not under mineral lease on October 10, 2001, situated in St. Bernard Parish, Louisiana, and more particularly described as follows: Beginning at a point on the East boundary of Block 71, Chandeleur Sound, Revised, having Coordinates of X = 2,620,600.00 and Y = 387,330.00; thence South 4,000.00 feet to a point being on the East boundary of Block 71, Chandeleur Sound Area, also being the Northeast corner of State Lease 16712, having Coordinates of X = 2,620,600.00 and Y = 383,330.00; thence West 6,100.00 feet along the North boundary of State Lease No. 16712 having Coordinates of X = 2,614,500.00 and Y = 383,330.00; thence South 400.56 feet along the said West boundary of State Lease No. 16712 to a Southwest corner, also being a point on the North line of State Lease 6618, having Coordinates of X = 2,614,500.00 and Y = 382,929.44; thence South 76 degrees 05 minutes 21 seconds West 641.73 feet along the North boundary of said State Lease 6618 a point having Coordinates of X = 2,613,877.09 and Y = 382,775.16; thence South 70 degrees 26 minutes 28 seconds West 631.71 feet along the North boundary of said State Lease 6618 to a point having Coordinates of X =2,613,281.83 and Y = 382,563.68; thence South 62 degrees 58 minutes 23 seconds West 63.80 feet along the North boundary of said State Lease 6618 to a point having Coordinates of X = 2,613,225.00 and Y = 382,534.69; thence North 4,795.31.00 feet to a point having Coordinates of X = 2,613,225.00 and Y = 387,330.00; thence East 7,375.00 feet to the point of beginning, containing 694.10 acres, as shown outlined on a plat on file in the Office of Mineral Resources, Department of Natural Resources, as provided by the All bearings, distances and coordinates are based on Louisiana Coordinate System of 1927 (South Zone).

NOTE:

The above description of the tract nominated for lease has been provided exclusively by the party nominating the tract for lease. The Louisiana State Mineral Board makes no representation as to the accuracy of the description of the nominated tract or its suitability for lease. The Louisiana State Mineral Board has made no inspection of the nominated tract for the existence of conflicting leases, operating agreements, private claims or other existing or future obligations or conditions which may affect all or any portion of the nominated tract or its suitability for lease.

Maps depicting the nominated tract, containing the bearings, distances and coordinates of the nominated tract based on the Louisiana Coordinate System of 1927, North or South Zone, as applicable, are available for public inspection and review at the offices of the Louisiana State Mineral Board from 10:00 a.m. to 3:00 p.m. Monday - Friday.

In the event of conflict between the description of the nominated tract set forth above and the description of the nominated property as contained on the maps maintained at the offices of the Louisiana State Mineral Board, the Louisiana State Mineral Board maps shall prevail and shall provide the final property description of the lease to be awarded of the nominated tract.

Any mineral lease of the nominated tract by the Louisiana State

Mineral Board shall be without warranty of any kind, either express, implied, or statutory, including, but not limited to, the implied warranties or merchantability and fitness for a particular purpose. Should the mineral lease of the nominated tract awarded by the Louisiana State Mineral Board be subsequently modified, cancelled or abrogated due to the existence of conflicting leases, operating agreements, private claims or other existing of future obligations or conditions which may affect all or any portion of the leased tract, it shall not relieve the Lessee of the obligation to pay any bonus due thereon to the Louisiana State Mineral Board, nor shall the Louisiana State Mineral Board be obligated to refund any consideration paid by the Lessee prior to such modification, cancellation, or abrogation, including, but not limited to, bonuses, rents and royalties.

NOTE: The above tract is located in or near an oyster restricted area and all operations in such area must be conducted in strict conformity with the stipulations and/or regulations of the Louisiana Department of Wildlife and Fisheries.

NOTE: The State of Louisiana does hereby reserve, and this lease shall be subject to, the imprescriptible right of surface use in the nature of a servitude in favor of the Department of Natural Resources, including its Offices and Commissions, for the sole purpose of implementing, constructing, servicing and maintaining approved coastal zone management and/or restoration projects. Utilization of any and all rights derived under this lease by the mineral lessee, its agents, successors or assigns, shall not interfere with nor hinder the reasonable surface use by the Department of Natural Resources, its Offices or Commissions, as hereinabove reserved.

Applicant: Allen & Kirmse, Ltd.

Bidder	Cash Payment	Price / Acre	Rental	Oil	Gas	Other
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